

COMMONWEALTH OF KENTUCKY
BEFORE THE PUBLIC SERVICE COMMISSION

In the Matter of:

TARIFF FILING OF MUHLENBERG COUNTY)	
WATER DISTRICT TO REVISE ITS)	CASE NO. 92-301
WATERLINE EXTENSION POLICY)	

O R D E R

On June 18, 1992, Muhlenberg County Water District ("Muhlenberg") filed a tariff with the Commission wherein it proposed to revise its waterline extension policy.

Muhlenberg proposes to install up to 250 feet of line for each new customer who is located on an extension. For extensions greater than 250 feet but less than 1,000 feet, Muhlenberg proposes to install the line provided the applicant provides the necessary pipe. Should the line extension exceed 1,000 feet per customer, Muhlenberg will, if the customer desires, provide the pipe at cost and install at a rate of 65 cents per foot for each foot over 1,000 feet. The rate of 65 cents may increase if blasting or other extraordinary expenses are incurred in laying the pipe.

All new customers directly connected to each main extension for a period of five years after it is placed in service are to contribute equally to the cost of the construction of the main. The cost is that cost paid by the customers for the pipe and the cost paid by the customers for installing the line if installed by Muhlenberg at the rate of 65 cents per foot for all over 1,000

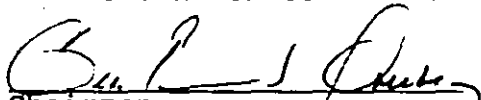
feet, and if not installed by Muhlenberg by whomever it is installed, but not to exceed 65 cents per foot. If blasting or other extraordinary expenses are increased due to being outside the scope of the ability of Muhlenberg to perform and outside assistance is required, then the added cost of such will be paid by the customers as part of the installation cost above the 65 cents per foot cost and will be a refundable cost.

Commission Regulation 807 KAR 5:066, Section 11(4), allows a utility to make extensions under different arrangements from those prescribed in the regulations provided such arrangements have been approved by the Commission. Commission Regulation 807 KAR 5:066, Section 11(5), further allows a utility to provide at its expense greater extensions than prescribed by Commission regulations provided like extensions are made to other customers under similar conditions. The Commission finds that the arrangements proposed herein are in the public interest and should be approved.

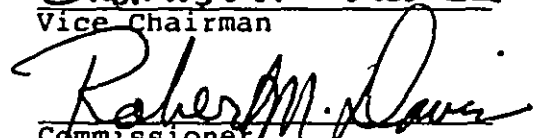
IT IS THEREFORE ORDERED that Muhlenberg's proposed tariff filing is hereby approved pursuant to 807 KAR 5:066, Section 11(4).

Done at Frankfort, Kentucky, this 4th day of August, 1992.

PUBLIC SERVICE COMMISSION


Chairman


Vice Chairman


Commissioner

ATTEST:


Executive Director, Acting